

TOWN OF HOLLAND
FINANCIAL AUDIT REPORT
YEAR ENDED DECEMBER 31, 2006

Complete Audit Report Available at Annual Meeting



Town of Holland
Statement of Assets, Liabilities and Fund Balance - Cash Basis
December 31, 2006

Assets

	<u>2006</u>	<u>2005</u>
Cash and investments		
Petty cash	\$ 250	\$ 350
General checking	2,047	1,601
General money market	234,900	187,748
General prime investment	136,586	-
General certificates of deposit	-	150,000
Tax checking	8,512	2,229
Tax money market	5,292	4,424
Tax certificates of deposit	1,080,000	1,455,000
Park fund savings	14	415
Park fund certificates of deposit	<u>12,830</u>	<u>11,950</u>
Total cash and investments	\$1,480,431	\$1,813,717
Delinquent receivables		
Personal property taxes	<u>4,640</u>	<u>-</u>
Total assets	<u>\$1,485,071</u>	<u>\$1,813,717</u>

Liabilities and Fund Balance

Liabilities		
Advance tax collections	\$1,093,460	\$1,461,161
Dog licenses due County	<u>339</u>	<u>587</u>
Total liabilities	<u>\$1,093,799</u>	<u>\$1,461,748</u>
Fund balance		
Unreserved - Designated	\$ 193,743	\$ 185,175
- Undesignated	<u>197,529</u>	<u>166,794</u>
Total fund balance	<u>\$ 391,272</u>	<u>\$ 351,969</u>
Total liabilities and fund balance	<u>\$1,485,071</u>	<u>\$1,813,717</u>

Town of Holland
Statement of Revenues, Expenses and Changes in Fund Balance - Cash Basis
Year ended December 31, 2006

	<u>2006</u>	<u>2005</u>
Revenues		
Taxes	\$555,310	\$556,478
Intergovernmental revenues	172,526	255,547
Licenses and permits	17,706	18,729
Fines, forfeits and penalties	1,446	1,155
Public charges for services	4,547	13,847
Intergovernmental charges for services	1,822	2,342
Miscellaneous	<u>33,853</u>	<u>13,728</u>
Total revenues	<u>\$787,210</u>	<u>\$861,826</u>
Expenses		
Current		
General government	\$133,252	\$100,650
Public safety	110,664	87,203
Public works	169,586	205,617
Culture, recreation and education	1,559	1,709
Conservation and development	12,346	5,562
Capital outlay	238,725	401,282
Debt service		
Principal	74,177	70,747
Interest	<u>7,598</u>	<u>3,585</u>
Total expenses	<u>\$747,907</u>	<u>\$876,355</u>
Excess revenues over (under) expenses	\$ 39,303	\$(14,529)
Other financing sources (uses)		
Debt proceeds	<u>-</u>	<u>300,000</u>
Excess revenues and other sources over (under) expenses and other uses	\$ 39,303	\$285,471
Fund balance, January 1	<u>351,969</u>	<u>66,498</u>
Fund balance, December 31	<u>\$391,272</u>	<u>\$351,969</u>

Town of Holland
Notes to Financial Statements
December 31, 2006

Long-Term Debt

Long-term debt of the Town is as follows:

<u>Type</u>	<u>Balances</u> <u>1-1-06</u>	<u>Payments</u>	<u>Balances</u> <u>12-31-06</u>
Notes*	\$ 31,141	\$15,357	\$ 15,784
State trust fund loans*	<u>300,000</u>	<u>58,820</u>	<u>241,180</u>
Total	<u>\$331,141</u>	<u>\$74,177</u>	<u>\$256,964</u>

General Obligation Debt

All general obligation debt is secured by the full faith and credit and unlimited taxing powers of the Town. The general obligation debt is expected to be repaid with general property taxes. General obligation debt at December 31, 2006 is comprised of the following issues:

<u>Description</u>	<u>Issue</u> <u>Dates</u>	<u>Interest</u> <u>Rates (%)</u>	<u>Dates of</u> <u>Maturity</u>	<u>Balances</u> <u>12-31-06</u>
Notes*	01-12-04	2.75%	12-01-07	\$ 15,784
State trust fund loan*	07-20-05	3.50%	03-15-10	<u>241,180</u>
Total				<u>\$256,964</u>

Aggregate cash flow requirements for the retirement of long-term principal and interest as of December 31, 2006 is as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2007	\$ 73,008	\$ 8,767	\$ 81,775
2008	59,210	6,456	65,666
2009	61,300	4,366	65,666
2010	<u>63,446</u>	<u>2,220</u>	<u>65,666</u>
Total	<u>\$256,964</u>	<u>\$21,809</u>	<u>\$278,773</u>

Designated Fund Balance

Portions of fund balance have been designated to include the Town's current plans for accumulating funds for use in subsequent periods as follows:

Road improvements	\$180,899
Park development	<u>12,844</u>
Total	<u>\$193,743</u>

Supplementary Financial Information

Town of Holland
Detailed Schedule of Revenues - Cash Basis
Year ended December 31, 2006

Taxes		
General property taxes	\$554,964	
Managed forest land taxes	<u>346</u>	\$555,310
Intergovernmental revenues		
Shared revenues	\$ 59,354	
Fire insurance tax	7,850	
Exempt computer aid	143	
General transportation aid	102,131	
Recycling grant	2,956	
Natural resources aid	28	
Managed forest land aid	<u>64</u>	172,526
Licenses and permits		
Beer and liquor licenses	\$ 220	
Operator licenses	100	
Cigarette licenses	15	
Cable TV franchise fee	3,938	
Dog licenses retained	223	
Building permits	7,900	
Utility and driveway permits	510	
Zoning permits and hearing fees	<u>4,800</u>	17,706
Fines, forfeits and penalties		
Law and ordinance violations	\$ 1,366	
Dog license penalties	<u>80</u>	1,446
Public charges for services		
Tax letters	\$ 620	
Clerk fees	61	
Road materials and services	2,119	
Disposal fees	<u>1,747</u>	4,547
Intergovernmental charges for services		
Fire protection fees	\$ 1,500	
Road materials and services	<u>322</u>	1,822
Miscellaneous		
Interest income	\$ 29,924	
Town hall rent	1,600	
Sale of equipment and property	607	
Sale of recyclable materials	1,370	
Patronage dividends	25	
Miscellaneous	<u>327</u>	<u>33,853</u>
Total revenues		<u>\$787,210</u>

Town of Holland
Detailed Schedule of Expenses - Cash Basis
Year ended December 31, 2006

General government		
Town board		
Salary	\$18,350	
Social security	1,404	
Publishing and printing	3,437	
Town dues	635	
Supplies and expense	<u>1,288</u>	\$ 25,114
Legal		
Professional services	\$ 4,936	
Ordinance update	<u>1,640</u>	6,576
Clerk		
Salary	\$14,525	
Social security	1,111	
Simple IRA contribution	443	
Supplies and expense	<u>3,496</u>	19,575
Elections		
Salary	\$ 2,748	
Social security	10	
Supplies and expense	<u>957</u>	3,715
Treasurer		
Salary	\$ 8,925	
Social security	683	
Simple IRA contribution	268	
Supplies and expense	<u>1,914</u>	11,790
Accounting and auditing		
Professional services		6,514
Assessment of property		
Board of review salary	\$ 500	
Social security	38	
Professional services	13,400	
Court reporters	400	
Supplies and expense	86	
Reassessment	<u>21,900</u>	36,324
Town hall		
Salary	\$ 4,290	
Social security	328	
Telephone	567	
Utilities	5,592	
Supplies and expense	<u>1,610</u>	12,387
Insurance		
Property and liability insurance	\$ 6,789	
Workers compensation insurance	4,220	
Employee bonds	<u>248</u>	<u>11,257</u>
Total general government		<u>\$133,252</u>

Town of Holland
Detailed Schedule of Expenses - Cash Basis
Year ended December 31, 2006

Public safety		
Law enforcement		
Supplies and expense	\$ 25	
Sheriff contract	<u>16,003</u>	\$ 16,028
Fire protection		
Cedar Grove fire department	\$55,078	
Oostburg fire department	11,085	
Random Lake fire department	5,150	
Adell fire department	5,000	
Fire inspection services	<u>153</u>	76,466
First responders		
Cedar Grove first responders	\$ 9,030	
Adell first responders	<u>625</u>	9,655
Building inspections		
Salary	\$ 7,282	
Social security	557	
Simple IRA contribution	224	
Supplies and expense	<u>452</u>	<u>8,515</u>
Total public safety		<u>\$110,664</u>
Public works		
Transportation		
Salary	\$51,345	
Social security	3,928	
Simple IRA contribution	1,517	
Road maintenance and brush control	12,071	
Snow and ice removal	40,005	
Machinery expense and road materials	<u>9,010</u>	\$117,876
Sanitation		
Salary	\$ 6,240	
Social security	477	
Disposal expense	42,877	
Utilities	353	
Supplies and expense	<u>1,763</u>	<u>51,710</u>
Total public works		<u>\$169,586</u>
Culture, recreation and education		
Parks		
Amsterdam park		<u>\$ 1,559</u>

Town of Holland
Detailed Schedule of Expenses - Cash Basis
Year ended December 31, 2006

Conservation and development

Planning commission

Salary	\$ 4,055	
Social security	310	
Publishing and printing	563	
Legal expense	4,176	
Supplies and expense	<u>962</u>	\$ 10,066

Zoning commission

Salary	\$ 1,845	
Social security	<u>141</u>	1,986

Board of appeals

Salary	\$ 180	
Social security	14	
Supplies and expense	<u>100</u>	<u>294</u>

Total conservation and development		\$ <u>12,346</u>
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Capital outlay

General government

Office equipment	\$ 1,465	
Town hall improvements	6,300	
Town hall equipment	<u>4,230</u>	\$ 11,995

Public safety

Fire protection equipment		2,500
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Public works

Road equipment	\$ 19,800	
Road improvements	192,371	
Bahr Creek project	<u>12,059</u>	<u>224,230</u>

Total capital outlay		\$ <u>238,725</u>
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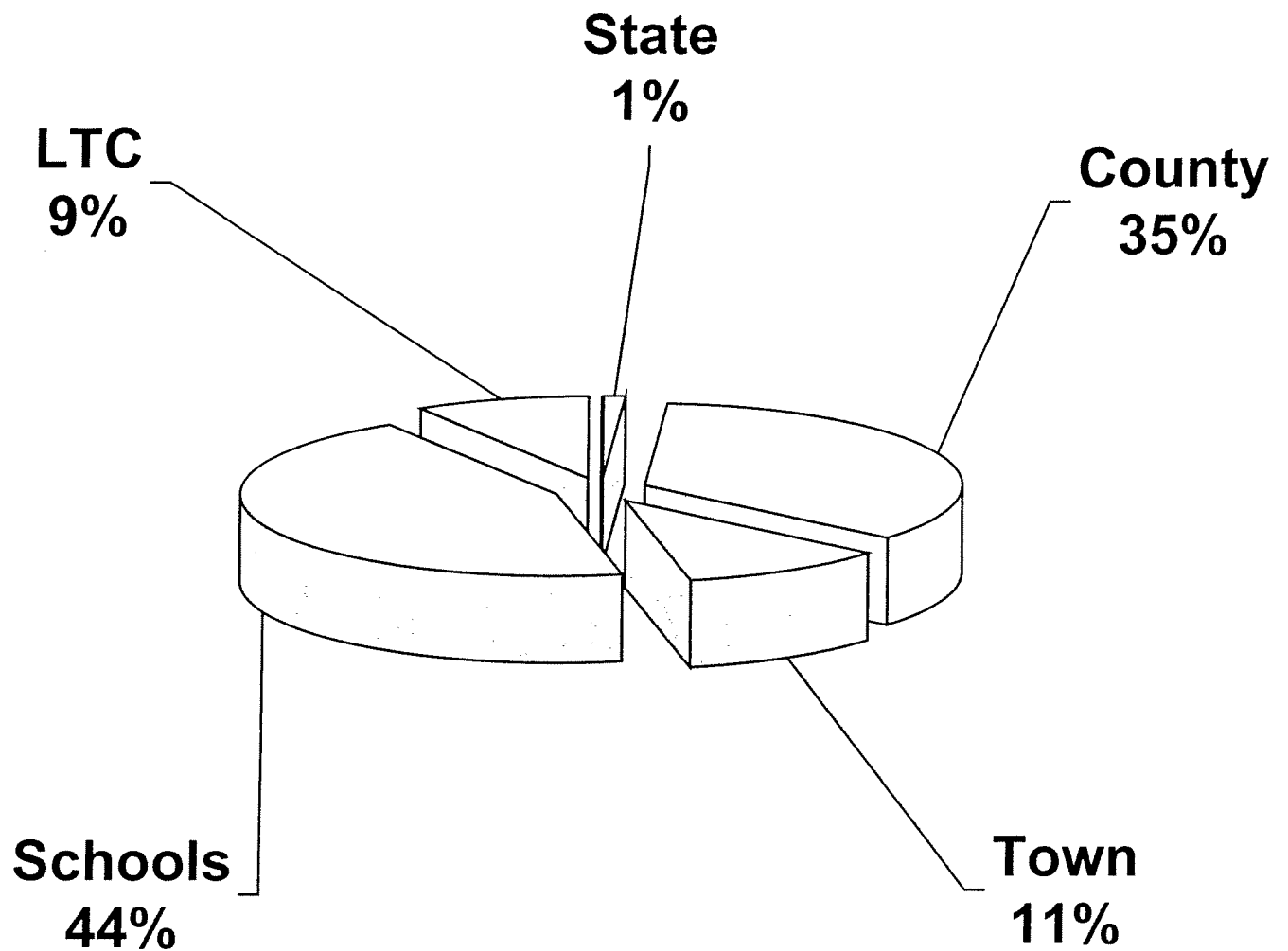
Debt service

Principal		\$ 74,177
Interest		<u>7,598</u>

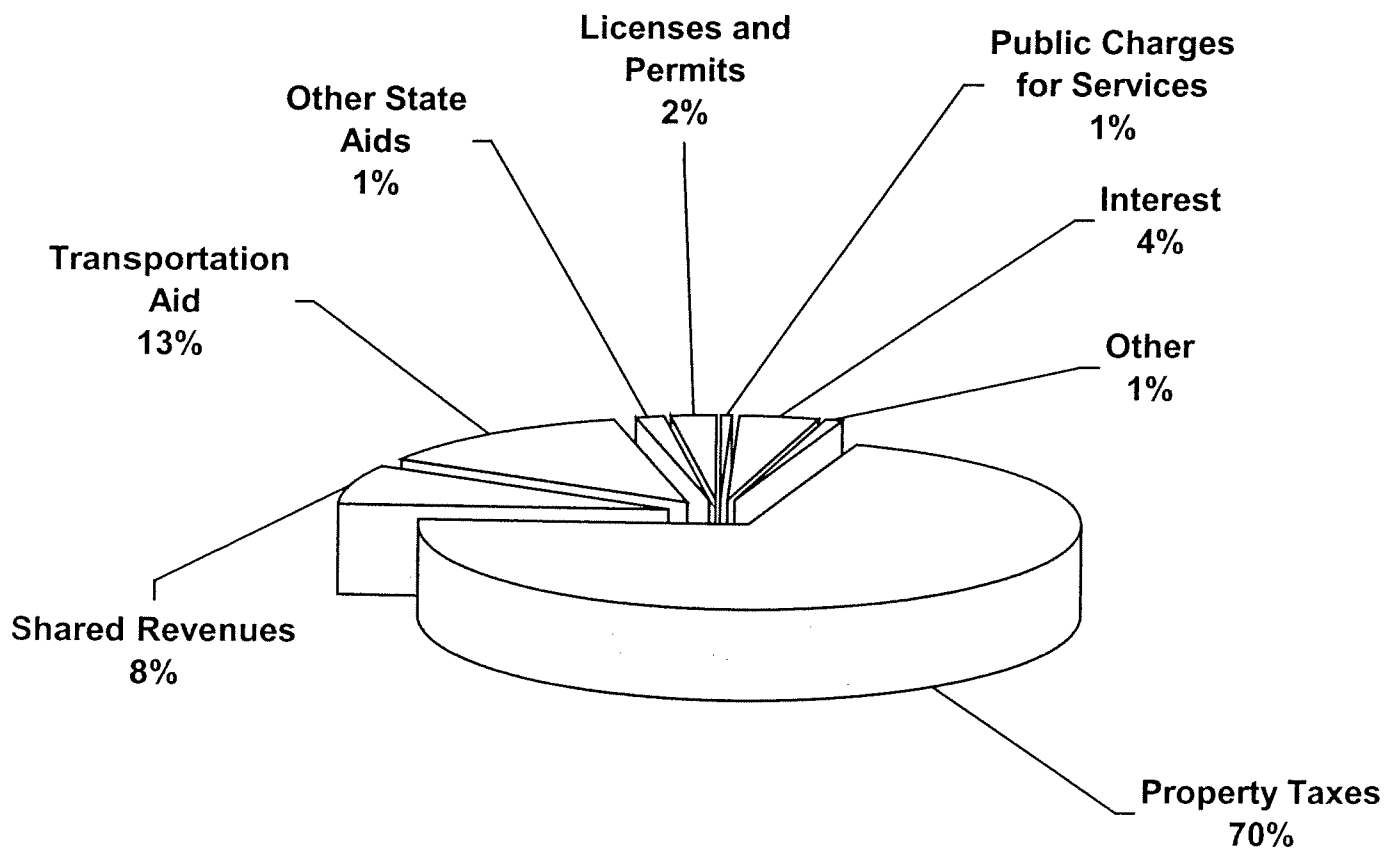
Total debt service		\$ <u>81,775</u>
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Total expenses		\$ <u>747,907</u>
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**Town of Holland
Tax Roll
Total Levy \$5,277,966**



Town of Holland Revenues 2006



Town of Holland Expenses 2006

